STATE OF CALIFORNIA

JOHN CHIANG,

California State Controller

STATE CONTROLLER'S OFFICE PERSONNEL/PAYROLL SERVICES DIVISION P. O. BOX 942850 Sacramento, CA 94250-5878

DATE: July 31, 2012 PAYROLL LETTER #12-012

TO: All Agencies/Campuses in the Uniform State Payroll System

FROM: Lisa Crowe, Chief

Personnel/Payroll Services Division

RE: 2012/2013 RETIREMENT EMPLOYER CONTRIBUTIONS

With the recent enactment of the 2012/13 Budget Act (AB1464), the new employer retirement contribution rates are as follows:

| Miscellaneous-1st Tier | 20.503% |
|---------------------------|---------|
| Miscellaneous-2nd Tier | 20.457% |
| State Industrial | 16.302% |
| State Safety | 17.503% |
| Highway Patrol | 33.728% |
| Peace Officer/Firefighter | 30.297% |

For employees who are paid from the legacy system, the 2012/13 employer retirement contribution rates were implemented with payrolls reflecting an issue date of July 6, 2012 or later.

For employees who are paid from the MyCalPAYS system, the 2012/13 employer retirement contribution rates were implemented beginning with the July master payroll reflecting an issue date of August 1, 2012 which is the first payroll period that ends in July.

The new employer contribution rates will be published in the next update of the Payroll Procedures Manual. If you have any questions regarding the new employer retirement contribution rates, agencies and campuses please contact the Customer Contact Center at (916) 372-7200.

LC:CJ:PMAB